



Air Resources Board



Linda S. Adams
Secretary for
Environmental Protection

Mary D. Nichols, Chairman
1001 I Street • P.O. Box 2815
Sacramento, California 95812 • www.arb.ca.gov

Arnold Schwarzenegger
Governor

February 9, 2010

Mr. Jack P. Broadbent
Executive Officer/Air Pollution Control Officer
Bay Area Air Quality Management District
939 Ellis Street
San Francisco, California 94109

Dear Mr. Broadbent:

We are pleased to inform the Bay Area Air Quality Management District (District) that the Air Resources Board (ARB) is now able to release project funds from the October 2009 sale of Build America Bonds to support the Proposition 1B: Goods Movement Emission Reduction Program project listed below:

<u>Grant #</u>	<u>Category</u>	<u>Grant Amount</u>	<u>Project Funds Available</u>	<u>Total Project Funds Available To Date</u>
G07GMBT1	Other Trucks	\$17,377,500	\$16,550,000	\$16,550,000
		Up to	Up to	Up to
G07GMBP1	Port Trucks	\$22,833,094	\$11,240,000	\$21,745,804

Port Trucks. Up to \$11,240,000 in additional funds for port trucks is intended to provide \$5,000 towards a particulate filter for the 1,218 trucks owned by truckers who applied and qualified on time under the District's 2008 and 2009 port truck solicitations, but were previously denied grants when the money ran out. These funds will also provide \$50,000 towards the replacement of the 103 trucks owned by truckers who applied and qualified for replacement funding under the District's 2008 solicitation, but did not receive grants. These funds are limited to these specific trucks and may not be used to fund additional trucks from new solicitations.

Once the District returns the signed amendments to Grant Agreement G07GMBP1 and Grant Agreement G07GMCL1, the District may immediately request \$ 7,120,804 in project funds for port trucks. Once the District has identified the subset of truck retrofit and replacement projects that meet the proof-of-financing milestone, the District may request the remainder of the project funds needed to support those projects.

The energy challenge facing California is real. Every Californian needs to take immediate action to reduce energy consumption. For a list of simple ways you can reduce demand and cut your energy costs, see our website: <http://www.arb.ca.gov>.

California Environmental Protection Agency

Mr. Jack P. Broadbent

February 9, 2010

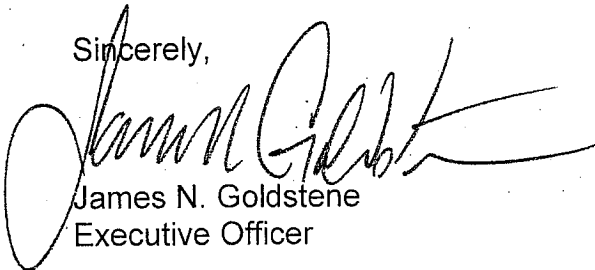
Page 2

Administrative Funds. Although the project funding listed above is coming from the sale of the Build America Bonds that limit expenditures to capital costs only, ARB is using some of the administrative funding we received in late 2009 for our own operations to provide each local agency with the initial administrative funding for each grant agreement as listed below. Since the District previously requested and received the initial administrative funds for each grant in 2008, the additional funds detailed below are limited to the increased port truck grant. ARB's ability to pay the final administrative funding is dependent on the sale of appropriate, additional bonds. We are actively seeking these funds for local agencies.

<u>Grant #</u>	<u>Category</u>	<u>Grant Amount</u>	<u>Administrative Funding</u>	
			<u>Award</u>	<u>Available</u>
		Up to	Up to	
G07GMBP1	Port Trucks	\$22,833,094	\$1,087,290	\$255,523

Thank you for your participation in the Goods Movement Emission Reduction Program and we look forward to continue working with you to implement this Program. If you have any questions, please contact Ms. Cynthia Marvin, Assistant Division Chief, at (916) 322-7236.

Sincerely,



James N. Goldstene
Executive Officer

cc: Mr. Damian Breen, Director
Strategic Incentives Division
Bay Area Air Quality Management District
939 Ellis Street
San Francisco, California 94109

Ms. Cynthia Marvin
Assistant Division Chief
Planning and Technical Support Division